

AMENDMENT 2  
TO THE  
MEMORANDUM OF UNDERSTANDING  
BETWEEN THE  
SECRETARY OF DEFENSE ON BEHALF OF THE  
DEPARTMENT OF DEFENSE  
OF THE UNITED STATES OF AMERICA  
AND THE  
SECRETARY OF STATE FOR DEFENCE  
OF THE UNITED KINGDOM OF GREAT BRITAIN  
AND NORTHERN IRELAND  
CONCERNING THE  
COOPERATIVE OUTBOARD LOGISTICS UPDATE (AN/SQQ-108V())  
PROJECT  
(SHORT TITLE: COBLU)

Certified to be a true copy:

*Patrick Snellings*  
\_\_\_\_\_  
Patrick Snellings  
International Agreements Specialist  
Navy International Programs Office

## INTRODUCTION

1. The purpose of Amendment 2 to the COBLU Memorandum of Understanding (MOU) is to extend the duration of the MOU by twenty-four (24) months to allow the Participants to complete the scope of work, and to adjust the shared costs of the Full Rate Production, Life-Cycle System Support, and Baseline Upgrades.
2. Accordingly, the Secretary of Defense on behalf of the Department of Defense of the United States of America and the Secretary of State for Defence of the United Kingdom of Great Britain and Northern Ireland have reached the following understandings:

AMENDMENT

The COBLU MOU is hereby amended as follows:

1. SECTION XVI, AMENDMENT, TERMINATION, ENTRY INTO EFFECT, AND DURATION:

a. In paragraph 8., first sentence, change the words, "for ten (10) years", to read "until 30 September 2006".

2. ANNEX C, FINANCIAL MATTERS:

a. In paragraph 2.b., change Table C-2 to read as follows:

TABLE C-2

FRP, LIFE-CYCLE SYSTEM SUPPORT, AND BASELINE UPGRADE  
FINANCIAL CONTRIBUTIONS

Participant	Funding
U.S. DoD	\$4.500 million (FRP) \$11.825 million (Life-Cycle System Support) \$22.500 million (Baseline upgrades)
	<hr/> \$38.825 million
U.K. MoD	\$3.420 million (FRP) \$8.350 million (Life-Cycle System Support) \$15.000 million (Baseline upgrades)
	<hr/> \$26.770 million

b. In paragraph 4.b., change Table C-4 to read as follows:

TABLE C-4

ESTIMATED CONTRIBUTIONS FRP, LIFE-CYCLE SYSTEM SUPPORT, AND  
BASELINE UPGRADES BY FY  
(FY97 DOLLARS IN MILLIONS)

Full Rate Production										
	FY98	FY99	FY00	FY01	FY02	FY03	FY04	FY05	FY06	Total
U.S. DoD	0.000	0.900	0.900	0.900	0.900	0.900	0.000	0.000	0.000	4.500
U.K. MoD	0.000	0.600	0.600	0.600	0.600	0.600	0.420	0.000	0.000	3.420
<b>Total</b>	<b>0.000</b>	<b>1.500</b>	<b>1.500</b>	<b>1.500</b>	<b>1.500</b>	<b>1.500</b>	<b>0.420</b>	<b>0.000</b>	<b>0.000</b>	<b>7.920</b>

Life-Cycle System Support										
	FY98	FY99	FY00	FY01	FY02	FY03	FY04	FY05	FY06	Total
U.S. DoD	0.450	0.825	1.125	1.125	1.125	1.125	1.860	2.280	1.910	11.825
U.K. MoD	0.300	0.550	0.750	0.750	0.750	0.750	1.180	1.890	1.430	8.350
<b>Total</b>	<b>0.750</b>	<b>1.375</b>	<b>1.875</b>	<b>1.875</b>	<b>1.875</b>	<b>1.875</b>	<b>3.040</b>	<b>4.170</b>	<b>3.340</b>	<b>20.175</b>

Baseline Upgrades										
	FY98	FY99	FY00	FY01	FY02	FY03	FY04	FY05	FY06	Total
U.S. DoD	2.400	5.100	3.750	3.750	3.750	3.750	0.000	0.000	0.000	22.500
U.K. MoD	1.600	3.400	2.500	2.500	2.500	2.500	0.000	0.000	0.000	15.000
<b>Total</b>	<b>4.000</b>	<b>8.500</b>	<b>6.250</b>	<b>6.250</b>	<b>6.250</b>	<b>6.250</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>37.500</b>

Funding Summary										
	FY98	FY99	FY00	FY01	FY02	FY03	FY04	FY05	FY06	Total
U.S. DoD	2.850	6.825	5.775	5.775	5.775	5.775	1.860	2.280	1.910	38.825
U.K. MoD	1.900	4.550	3.850	3.850	3.850	3.850	1.600	1.890	1.430	26.770
<b>Total</b>	<b>4.750</b>	<b>11.375</b>	<b>9.625</b>	<b>9.625</b>	<b>9.625</b>	<b>9.625</b>	<b>3.460</b>	<b>4.170</b>	<b>3.340</b>	<b>65.595</b>

ENTRY INTO EFFECT

This Amendment will enter into effect upon signature of both Participants and will remain in effect for the same period as the MOU which it amends. Unless specifically amended herein, all other provisions of the COBLU MOU remain unchanged.

The foregoing represents the understandings between the Secretary of Defense on behalf of the Department of Defense of the United States of America and the Secretary of State for Defence of the United Kingdom of Great Britain and Northern Ireland upon the matters referred to therein.

Signed, in duplicate, in the English language, by authorized representatives.

FOR THE SECRETARY OF DEFENSE  
ON BEHALF OF THE DEPARTMENT OF  
DEFENSE OF THE UNITED STATES  
OF AMERICA.



Signature

M. R. MILLIKEN  
Name

Deputy Assistant Secretary of  
the Navy (International  
Programs)

Title

DEC 10 2004

Date

Washington, DC  
Location

FOR THE SECRETARY OF STATE FOR  
DEFENCE OF THE UNITED KINGDOM  
OF GREAT BRITAIN AND NORTHERN  
IRELAND



Signature

Air Vice Marshal Stephen Dalton  
Name

Capability Manager (Information  
Superiority)

Title

DEC 21 2004

Date

London, UK  
Location